

Financial Report

The Garden Clubs of Australia Incorporated

ABN 74 058 867 744

For the year ended 30 June 2024

Prepared by WLM Financial Services Pty Limited

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Committee's Report

The Garden Clubs of Australia Incorporated For the year ended 30 June 2024

Your committee members submit the financial report of The Garden Clubs of Australia Incorporated for the financial year ended 30 June 2024.

With the adoption of the new constitution in February 2020, the structure of the committee decreased from 19 to 12 members.

Committee Members

Frances Cairns – ceased 30.11.2023

Lorraine Emerson

Lynne Faux

Jacqueline Bateman

Shirley Haslam

Lynne Turner

Jan Ball

Martin Boorer

Joy Duke – ceased 05.01.2024

Jan Graham – ceased 12.10.2023

Maureen Lucas

Sue Mowle

Michael Abberfield – appointed 01.12.2023

John Parsonage – appointed 16.11.2023

Paul Scheaffe – appointed 17.04.2024

Principal Activities

The principal activities of the association during the financial year were to provide activities relating to gardening.

Operating Result

The losses of the association after providing for income tax amounted to (losses of \$28,382) (2023 - losses of \$38,750). Signed in accordance with a resolution of the Members of the Committee.

A handwritten signature in black ink that reads 'Lorraine Emerson'.

Lorraine Emerson

President

A handwritten signature in black ink that reads 'Michael Abberfield'.

Michael Abberfield

Treasurer

Dated: 31 July 2024

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

The Garden Clubs of Australia A.B.N. 74 058 867 744

We declare that, to the best of our knowledge and belief, during the year ended 30 June 2024 there have been no contraventions of:

(i) the auditor independence requirements as set out in the Associations Incorporations Act 2009(NSW) in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.



.....
Robert Atanasov

FIPA, Registered Company Auditor

02/08/2024

Statement of Income

The Garden Clubs of Australia Incorporated For the year ended 30 June 2024

	2024	2023
Income & Other Income		
Affiliation Fees	50,555	47,679
Convention - Income	8,662	3,103
Events Income	5,285	4,956
Insurance Certificate	106,353	99,675
Interest Received	4,076	2,155
Magazine Advertising Income	25,632	34,135
Magazine Subscriptions	50,720	52,248
Gross Profit	251,283	243,951
Expenditure		
Accounting Fees	6,120	11,175
AGM Expenses	4,673	3,107
Auditors' Remuneration	3,455	3,455
Badges and Gifts - Committee Members	3,818	876
Bank Charges	722	611
Calendars Purchases	3,096	-
Convention Expenses	17,275	13,510
Filing Fees	54	47
Insurance	91,239	83,795
Internet and Telephone	689	800
Legal Fees	-	6,254
Magazine - Printing, Postage	75,376	72,758
Meeting Expenses	12,823	9,053
National Gardening Week Expenses	2,910	3,119
Photo Competition Prizes	1,582	4,500
Postage	2,485	1,848
Printing & Photocopying	3,912	8,656
Software Expenses	4,192	1,305
Special Events	131	-
Storage Fees	163	280
Subscriptions - RHS	210	210
Travelling Expenses	35,115	37,060
Website Designer Fees	4,060	10,428
Workshop	-	1,718
Zone Expenses	5,465	8,136
Total Expenditure	279,567	282,701
Net Profit (Loss) before Income Tax	(28,284)	(38,750)
Income Tax Expense		
Income Tax Expense	(97)	-

The accompanying notes form part of these financial statements.



	2024	2023
Net Profit (Loss) for the Year	(28,382)	(38,750)

The accompanying notes form part of these financial statements.

Statement of Financial Position

The Garden Clubs of Australia Incorporated

As at 30 June 2024

	NOTES	30 JUNE 2024	30 JUNE 2023
Assets			
Current Assets			
Cash and Cash Equivalents	2	370,036	387,692
Provision for Taxes	3	457	3,761
Total Current Assets		370,492	391,453
Total Assets		370,492	391,453
Liabilities			
Current Liabilities			
Other Current Liabilities		9,516	9,280
Deferred Income		78,411	71,241
Total Current Liabilities		87,926	80,521
Total Liabilities		87,926	80,521
Net Assets		282,566	310,932
Member's Funds			
Member's Capital		321,924	321,924
Retained Earnings			
Retained Earnings		56,316	95,051
Current Year Earnings		(28,382)	(38,750)
Retained Earnings adjustment		(67,293)	(67,293)
Total Retained Earnings		(39,358)	(10,991)
Total Member's Funds		282,566	310,932

The accompanying notes form part of these financial statements.

Statement of Cash Flows

The Garden Clubs of Australia Incorporated For the year ended 30 June 2024

	2024	2023
Cash flows from Operating Activities		
Cash receipts from other operating activities	247,207	241,796
Cash receipts related to next year operating activities	78,411	71,241
Cash payments from other operating activities	(276,471)	(282,701)
Total Cash flows from Operating Activities	49,146	30,336
	2024	2023
Cash flows from Investing Activities		
Interest Received	4,076	2,155
Total Cash flows from Investing Activities	4,076	2,155
	2024	2023
Net increase/(decrease) in cash held		
Net increase/(decrease) in cash held	(17,656)	(41,359)
	2024	2023
Cash Balances		
Opening cash balance	387,692	429,051
Closing cash balance	370,036	387,692

Statement of Changes in Equity

The Garden Clubs of Australia Incorporated

For the year ended 30 June 2024

	2024	2023
Equity		
Opening Balance		
Opening Balance	378,240	416,975
Retained Earnings		
Retained Earnings	(67,293)	(67,293)
Total Opening Balance	310,948	349,683
Current year Earnings	(28,382)	(38,750)
Total Equity	282,566	310,932

Notes to the Financial Statement

The Garden Clubs of Australia Incorporated

For the year ended 30 June 2024

1. Statement of Significant Accounting Policies

Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board. The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts present in the financial statements have been rounded to the nearest dollar.

The Association is classed as a "Tier 1" Association for financial reporting requirements under the Associations Incorporation Act 2009, NSW. The Association has elected to adopt the financial reporting requirements under Class Order No. 11/01. Under the Class Order 11/01, the Association is exempt from the requirements of section 43 (2) of the Associations Incorporation Act 2009, NSW to prepare financial statements in accordance with Australian Accounting standards except noted in the class order.

Income Tax

The Association applies the mutuality principal to income tax. The Association calculates its income in accordance with the mutuality principle which excludes from income any amount of members income and expenses for services provided to member by the Association. The Commissioner of Taxation accepts this method of calculating income as appropriate for a registered member Association.

The tax expense recognised in the statement of profit or loss and other comprehensive income relates to current income tax expense.

The Association does not recognise deferred tax.

Current tax is the amount of income taxes payable (recoverable) in respect of the taxable profit (tax loss) for the year and is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting year.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

Revenue and Other Income

The incorporated association recognises revenue as follows:
Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the incorporated association is expected to be entitled in exchange for transferring goods or services to a customer.

For each contract with a customer, the incorporated association: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such

estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Main Revenue

Main revenue streams of the incorporated association derived from Insurance Certificate, Affiliation fees, Magazine Advertising income, Magazine Subscriptions, Events income, Convention income and trading.

Deferred Income and Retained Earning Adjustment

The deferred Income balance represents the forward subscriptions, insurance premiums income and expenses received in advance at balance date which complied with AASB 15 - Revenue from Contracts with Customers

The retained earning adjustment was also done to comply with AASB15 which is **an one off adjustment** of deferred income at 30 June 2021 to the opening balance of Retained Earnings.

Interest Revenue

Interest revenue is recognised as and when received.

All revenue is stated net of the amount of goods and services tax (GST).

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the balance sheet.

	2024	2023
2. Cash and Cash Equivalents		
CBA - Business Online Saver Acct	88,164	55,774
CBA - Society Cheque Acct	3,072	5,683
Commonwealth Term Deposit 1	110,000	-
Commonwealth Term Deposit 2	110,000	-
Commonwealth Term Deposit 3	58,800	-
Westpac Term Deposit 2413	-	326,235
Total Cash	370,036	387,692
	2024	2023

3. Tax Assets

GST Receivable	(493)	3,191
Income tax receivable	950	570
Total Tax Assets	457	3,761

4. Key Management Personnel Disclosures

There were no payments made to officers and other members of key management personnel of the incorporated association the financial year 30 June 2024 and 30 June 2023.

5. Remuneration of Auditors

During the financial year, the following fees were paid or payable for services provided by Atanasov Audit & Consulting Pty Ltd, the auditor of the incorporated association:

	2024	2023
Audit of Financial Statements		
Audit of Financial Statements	3,455	3,455

6. Contingencies

The incorporated association had no contingencies as at 30 June 2024 and 30 June 2023.

7. Related Party Transactions

Key Management Personnel

There were no payments made to key management personnel during the current and previous financial year.

Transactions with related parties

There were no transactions with related parties during the current and previous financial year.

Receivable from and payable to related parties.

There were no trade receivables from or trade payable to related parties at the current and previous reporting date.

Loans to/ from related parties

There were no loans to or from related parties at the current and previous reporting date.

8. Events after the Reporting Period

No matter or circumstance has arisen since 30 June 2024 that has affected, or may significantly affect the incorporated association's operations, the results of those operations, or the incorporated association's state of affairs in future financial years.

	2024	2023
9. Reconciliation of Surplus after Income Tax to Net Cash from Operating Activities		
Losses after Income Tax Expense for the Year	(28,382)	(38,750)
Change in operating assets and liabilities:		
Decrease/(increase) in other payables	(402)	1,202
Decrease/(increase) in other liabilities	(78,411)	(71,241)
Total Change in operating assets and liabilities:	(78,813)	(70,039)
Net Cash from Operating Activities	50,431	31,289

10. Statutory Information

The registered office and principal place of business of the Association is:

9 Rosettes Street, Fletcher NSW 2287

11. Financial instruments

Financial risk management objectives

The incorporated association's activities do not expose it to any financial risks, with only liquidity risk being needed to be actively managed.

Market risk

Foreign currency risk

The incorporated association is not exposed to any significant foreign currency risk.

Price risk

The incorporated association is not exposed to any significant price risk.

Interest rate risk

The incorporated association is not exposed to any significant interest rate risk.

Credit risk

The incorporated association is not exposed to any significant credit risk.

Liquidity risk

Vigilant liquidity risk management requires the incorporated association to maintain sufficient liquid assets (mainly cash and cash equivalents) to be able to pay debts as and when they become due and payable.

The incorporated association manages liquidity risk by maintaining adequate cash reserves by continuously monitoring actual and forecast cash flows and matching the maturity profiles of financial assets and liabilities.

Statement by Members of the Committee

The Garden Clubs of Australia Incorporated

For the year ended 30 June 2024

In the committee members opinion:

- the attached financial statements and notes comply with the Accounting Standards and the New South Wales legislation the Associations Incorporation Act 2009;
- the attached financial statements and notes give a true and fair view of The Garden Clubs of Australia Incorporated financial position as at 30 June 2024 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that The Garden Clubs of Australia Incorporated will be able to pay its debts as and when they become due and payable.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

A handwritten signature in black ink that reads 'Lorraine Emerson'.

Lorraine Emerson

President

A handwritten signature in black ink that reads 'Michael Abberfiel'.

Michael Abberfiel

Treasurer

Dated: 31 July 2024

The Garden Clubs of Australia A.B.N. 74 058 867 744

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF The Garden Clubs of Australia

We have audited the accompanying financial report of The Garden Clubs of Australia, which comprises the statement of financial position as at 30 June 2024, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory notes and the director's declaration.

Director's responsibility for the financial report

The directors of the company are responsible for the preparation and fair presentation of the financial report that gives a true view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatements, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These auditing standards require that we comply with relevant ethical requirement relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material mis-statement.

An audit involves performing procedures to obtain audit evidence about the disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to Industrial Relations Society of NSW's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Industrial Relations Society of NSW's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Committee, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Auditor's opinion

In our opinion, the financial report of The Garden Clubs of Australia is in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2024 and of its performance for the year ended on that date; and
- (b) Complying with Australian Accounting Standards-Reduced Disclosure Requirements and the Corporations Regulations 2001.



.....
Robert Atanasov
FIPA, Registered Company Auditor

02/08/2024

Certificate by Members of the Committee

The Garden Clubs of Australia Incorporated

For the year ended 30 June 2024

I, Michael Abberfield, certify that;

a) I attended the annual general meeting of the association held on

b) The financial statements for the year ended 30 June 2024 were submitted to the members of the association at its annual general meeting.

Dated: 31 July 2024

A handwritten signature in black ink, appearing to read 'M Abberfield', written over a faint horizontal line.

Michael Abberfield

Treasurer:

Profit and Loss Statement

The Garden Clubs of Australia Incorporated For the year ended 30 June 2024

	2024	2023
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Website Designer Fees	4,060	10,428
Workshop	-	1,718
Zone Expenses	5,465	8,136
Calendars Purchases	3,096	-
Total Expenditure	279,664	282,701
Profit (loss) before income tax	(28,382)	(38,750)